FISCAL NOTE

HJR 1259

May 9, 2008

SUMMARY OF BILL: Urges the Tennessee Board of Claims to review the compensation package awarded to Mr. Clark McMillan; to work with the Bureau of TennCare in the Department of Finance and Administration to ensure that Mr. McMillan and his wife are enrolled in TennCare and receive the benefits provided by such program; and to increase annually any financial remuneration received by Mr. McMillan by an amount equal to the increase of the Consumer Price Index.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – If the specified individuals are enrolled in TennCare and receive additional financial remuneration based on inflation as a result of this resolution, then state and federal expenditures will increase by unknown amounts. Such amounts will be dependent upon several unknown factors including the individual's health-care needs, the extent of coverage provided by TennCare for those needs, and the rates of inflation as measured by the Consumer Price Index in future years. As a result, determining a precise fiscal estimate is problematic. However, such increase to state and federal expenditures is reasonably estimated to exceed \$5,000 per year.

Assumptions:

- The Department of Finance and Administration did not provide any information in response to a request for information regarding this resolution. It was the Department's position that it could not comment because of unresolved litigation.
- The Bureau of TennCare did not provide any information in response to a request for information regarding this resolution. It was the Bureau's position that it could not comment because of unresolved litigation.
- According to the Office of the Treasury, the Board of Claims has no authority to address the provision of health insurance as part of compensation.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/rnc